

The Gazette of India



EXTRAORDINARY

PART I—Section 1

PUBLISHED BY AUTHORITY

No 67] NEW DELHI, MONDAY, JUNE 15, 1959/JAISTHA 25, 1881

MINISTRY OF FINANCE

(Department of Economic Affairs)

NOTIFICATION

New Delhi, the 15th of June, 1959

No. 4(13)-W&M/59.—Subscriptions for the issue of (a) $3\frac{1}{2}$ per cent. Bonds 1969 and (b) 4 per cent. Loan 1979 will be received from the 1st of July, 1959. Subscriptions may be in the form of cash or of securities of 3 per cent. Second Victory Loan 1959—61 or $2\frac{1}{2}$ per cent. Hyderabad Loan 1954—59 (H.E.H. the Nizam's Government $2\frac{1}{2}$ per cent. O.S. Rupee Loan 1364—69F). Both the issues will be closed without notice as soon as it appears that the total subscriptions to the Bonds and Loan in cash, in 3 per cent. Second Victory Loan 1959—61 and in $2\frac{1}{2}$ per cent. Hyderabad Loan 1954—59 amount approximately to Rs. 175 crores (Nominal) and in any case not later than the close of business on the 3rd of July, 1959. Government reserve the right to retain subscriptions received upto ten per cent. in excess of the sum of Rs. 175 crores.

If the total subscriptions exceed the sum of Rs. 192·50 crores (Nominal), partial allotment will be made to subscribers in cash. If partial allotment is made in respect of subscriptions received in cash, a proportionate refund will be made at the time of issue of the new securities. No interest will be paid on the amounts so refunded.

$3\frac{1}{2}$ PER CENT. BONDS 1969 ISSUED AT Rs. 98·85 PER CENT. AND REDEEMABLE AT PAR ON THE 1st of July, 1969.

2. DATE OF REPAYMENT.—The bonds will be repaid at par on the 1st of July, 1969.

3. ISSUE PRICE.—The issue price will be Rs. 98·85 for every Rs. 100 of the bonds applied for.

4. INTEREST.—The bonds will bear interest at the rate of $3\frac{1}{2}$ per cent. per annum from the 1st of July, 1959. Interest will be payable half-yearly on the 1st of January and on the 1st of July and will be liable to tax under the Indian Income-tax Act, 1922

4 PER CENT. LOAN 1979 ISSUED AT Rs. 100 PER CENT. AND REDEEMABLE AT PAR ON THE 1st of July, 1979.

5. DATE OF REPAYMENT.—The loan will be repaid at par on the 1st of July, 1979.

6. ISSUE PRICE.—The issue price will be Rs. 100 for every Rs. 100 of the loan applied for.

7. INTEREST.—The loan will bear interest at the rate of 4 per cent. per annum from the 1st of July, 1959. Interest will be payable half-yearly on the 1st of January and on the 1st of July and will be liable to tax under the Indian Income-tax Act, 1922.

CONVERSION TERMS

8. Securities of the 3 per cent. Second Victory Loan 1959—61 and 2½ per cent. Hyderabad Loan 1954—59 will be accepted in payment of subscriptions to the above Bonds and Loan at the following rates:—

3 per cent. Second Victory Loan 1959—61.—Rs. 100 per Rs. 100 (Nominal) of the securities tendered.

2½ per cent. Hyderabad Loan 1954—59.—Rs. 85.50 per Rs. 85.71 or O.S. Rs. 100 (Nominal) of the securities tendered.

If the cash value of the securities tendered is not an exact multiple of the issue price per cent. of the New Bonds or Loan applied for, the tenderer will receive in cash at the time of issue of the new securities, the amount by which the value of the loan tendered exceeds the nearest lower multiple of the issue price.

Interest at the rate of 3 per cent. per annum on the 3 per cent. Second Victory Loan 1959—61 and at 2½ per cent. per annum on the 2½ per cent. Hyderabad Loan 1954—59 upto the 30th of June, 1959 inclusive, on the securities tendered for conversion will be paid in cash at the time of issue of the new securities.

SUPPLEMENTARY PROVISIONS

9. PLACE OF PAYMENT OF INTEREST.—Interest on the Bonds and Loan will be paid at any treasury or sub-treasury in India and at the Public Debt Offices at Bangalore, Bombay, Calcutta, Madras and New Delhi.

10. Refunds of tax deducted at the time of payment (at rates prescribed by the annual Finance Acts) will be obtainable by holders of the Bonds and Loan who are not liable to tax or who are liable at a rate lower than the rate at which tax was deducted.

A holder who is not liable to tax or who is liable to tax at a rate lower than the prescribed rate, can obtain, on application, a certificate from the Income-tax Officer of the district, authorising payment of interest to him without deduction of tax or with deduction of tax at such lower rate as may be applicable to the holder.

11. The securities will be issued in the form of—

- (i) Stock, the applicants for which will be given Stock Certificates, or
- (ii) Promissory Notes

If no preference is stated by the applicants, the securities will be issued in the form of Promissory Notes.

12. APPLICATIONS FOR THE BONDS AND LOAN.—Applications for the Bonds and Loan must be for Rs. 100 or a multiple of that sum.

13. Applications will be received at:—

- (a) Offices of the Reserve Bank of India at Bangalore, Bombay, Calcutta, Madras, Nagpur and New Delhi;
- (b) Branches of the State Bank of India at other places in India, except at the places mentioned in (c) and (d) below;
- (c) Branches of the State Bank of Hyderabad conducting Government business and those at Nagarjunasagar and Sailu; and
- (d) Branches of the Bank of Mysore Ltd., in the State of Mysore except at Bangalore.

14. Applications may be in the form attached hereto or in any other form which states clearly the amount and description of the securities required, the full name and address of the applicant, and the treasury or sub-treasury at which he desires that interest shall be paid.

15. Applications should be accompanied by the necessary payment in any of the forms mentioned below:—

(a) *Cash or Cheque.*—Cheques tendered at offices of the Reserve Bank of India, the State Bank of India, the State Bank of Hyderabad or the Bank of Mysore Ltd., should be drawn in favour of the Bank concerned.

(b) *3 per cent. Second Victory Loan 1959—61 or 2½ per cent. Hyderabad Loan 1954—59.*—Applicants who tender securities in payment must transfer such securities to Government —

- (i) In the case of Stock Certificates by signing the form of transfer deed on the reverse of the certificate before a witness.
- (ii) In the case of Promissory Notes, by endorsing them in the manner indicated below:—

"Pay to the President of India".

16. Brokerage will be paid at the rate of 6 Naye Paise per cent. to recognised banks and brokers on allotments made in respect of applications for the Bonds and Loan bearing their stamp.

By order of the President,
M. V. RANGACHARI,
Special Secretary.

FORM OF APPLICATION

[/We _____
 [Full Name(s) in Block letters]

_____herewith tender

*Cash Rs.

*Cheque for Rs.

*3 per cent. Second Victory Loan, 1959-61 of the nominal value of Rs.

*2½ per cent Hyderabad Loan, 1954-59

and request that securities of *3½ per cent. Bonds 1969
*4 per cent. Loan 1979

of the nominal value of Rs.

may be issued to me/us in the form of Promissory Note(s)†
Stock Certificate(s)
 interest to be payable at _____

Signature _____

Name in full _____
 (Block Letters)

Address _____

Dated the _____ of July, 1959.

NOTES :—(1) Securities tendered for conversion should be endorsed with the words "Pay to the President of India" over the signature of the applicant, if they are in the form of Promissory Notes, and the transfer deed on the back should be signed by him before a witness, if they are in the form of Stock Certificates.

(2) Separate application should be made for each form of subscription and for each form of scrip (Stock Certificate or Promissory Note) of the New Bonds or Loan required.

*Delete what is not required.

†Promissory Notes will be issued in denominations of Rs. 100, Rs. 200, Rs. 500, Rs. 1,000, Rs. 5,000, Rs. 10,000, Rs. 25,000, Rs. 50,000, and Rs. 1,00,000. State here particular denominations required.